

GLORIA MATERIAL TECHNOLOGY CO., LTD.
BALANCE SHEETS
September 30, 2008 and 2007
(In Thousands of New Taiwan Dollars, Except Par Value)
(Reviewed, Not Audited)

ASSETS	September 30				LIABILITIES AND SHAREHOLDERS' EQUITY	September 30			
	2008		2007			2007		2006	
	Amounts	%	Amounts	%	Amounts	%	Amounts	%	
CURRENT ASSETS					CURRENT LIABILITIES				
Cash and equivalents	\$ 182,224	1	\$ 193,758	1	Short-term debts	\$ 2,235,200	17	\$ 1,509,415	12
Financial assets at fair value through income statement current	1,181	-	-	-	Short-term notes and bills payable	604,253	5	339,570	3
Financial assets in available-for-sale current	-	-	8,000	-	Financial liabilities at fair value through income statement current	78,572	1	155,056	1
Notes receivable, net	54,974	1	146,661	1	Accounts payable	266,999	2	354,255	3
Accounts receivable, net	1,816,922	14	1,628,269	13	Accounts payable-related parties	16,907	-	25,571	-
Accounts receivable-related parties, net	283,301	2	223,469	2	Income taxes payable	51,690	-	245,120	2
Income tax refund receivable	62,972	1	72,867	1	Accrued expenses	315,145	2	289,735	2
Other receivables	8,778	-	18,462	-	Other payables	71,910	1	67,996	1
Inventories	3,163,952	25	3,624,484	29	Advance receipts	36,260	-	34,063	-
Prepaid expenses	3,541	-	1,246	-	Current portion of long-term liabilities- noncurrent	2,130,611	17	400,000	3
Prepayments	301,501	2	80,809	1	Other current liabilities	1,717	-	1,645	-
Deferred income tax assets current	28,559	-	7,032	-	Total Current Liabilities	5,809,264	45	3,422,426	27
Total Current Assets	5,907,905	46	6,005,057	48					
					LONG-TERM LIABILITIES				
LONG-TERM INVESTMENTS					Bonds payable	-	-	1,680,402	13
Financial asset carried at cost-noncurrent	35	-	35	-	Long-term debts payable	1,099,820	9	1,593,099	13
Bond investments with no active market - noncurrent	-	-	-	-	Long-term capital lease liabilities	263,920	2	-	-
Long-term investments accounted for using equity method	1,027,096	8	1,384,224	11	Total Long-term Liabilities	1,363,740	11	3,273,501	26
Total long-term investments	1,027,131	8	1,384,259	11					
					OTHER LIABILITIES				
PROPERTY, PLANT AND EQUIPMENT					Accrued pension cost	98,572	1	91,292	1
Cost					Guarantee deposit received	2,301	-	6,604	-
Land	1,617,775	13	1,617,775	13	Deferred income tax liabilities-noncurrent	39,059	-	41,417	-
Land improvement	3,389	-	3,389	-	Deferred credits -profit form intercompany transactions	84,250	1	79,839	1
Buildings and structures	915,351	7	841,165	7	Total Other Liabilities	224,182	2	219,152	2
Machinery and equipment	4,868,694	38	3,593,604	28					
Transportation equipment	74,927	-	72,475	1	TOTAL LIABILITIES	7,397,186	58	6,915,079	55
Office equipment	25,083	-	23,178	-					
Machines and tools equipment	97,338	1	72,823	1	SHAREHOLDERS' EQUITY				
Leased assets	263,920	2	-	-	Common stock-NT\$10 PAR VALUE				
Leasehold improvement	-	-	310	-	Authorized : 450,000 thousands shares				
Other equipment	33,667	-	31,471	-	Issued : 301,973 thousands shares in 2008				
	7,900,144	61	6,256,190	50	297,695 thousands shares in 2007	3,019,728	24	2,976,591	24
Less: accumulated depreciation	(2,745,420)	(21)	(2,389,257)	(19)	ADDITIONAL PAID-IN CAPITAL				
Prepayments for construction-in-progress and equipment-in-transit	592,929	5	1,213,793	9	Additional paid-in capital in excess of par- common stock	177,813	1	150,000	1
Net property, plant and equipment	5,747,653	45	5,080,726	40	Additional paid-in capital in excess of convertible bonds	582,570	5	498,469	4
					Additional paid-in capital - treasury stock transactions	170	-	170	-
INTANGIBLE ASSETS					Donated surplus	3,502	-	3,502	-
Deferred pension costs	3,801	-	5,194	-	Long-term investments	41,749	-	8,128	-
					Warrant	270,315	2	37,395	-
OTHER ASSETS					RETAINED EARNINGS				
Refundable deposits	28,696	-	7,983	-	Legal reserve	341,718	3	213,231	2
Deferred charges	117,847	1	99,027	1	Retained earnings-unappropriated	1,235,234	9	1,505,770	12
Other assets - other	2,071	-	4,477	-	OTHERS				
Total Other Assets	148,614	1	111,487	1	Cumulative translation adjustments	56,577	-	29,256	-
					Net loss not recognized as pension costs	(16,536)	-	(10,460)	-
TOTAL ASSETS	\$ 12,835,104	100	\$ 12,586,723	100	Unrealized loss and profit of financial assets	14,898	-	259,592	2
					Treasury stock	(289,820)	(2)	-	-
					Total Shareholders' Equity	5,437,918	42	5,671,644	45
					TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$ 12,835,104	100	\$ 12,586,723	100

The accompanying notes are an integral part of the financial statements.